United Nations DP/FPA/2006/13

Executive Board of the
United Nations Development
Programme and of the
United Nations Population Fund

Distr.: General
17 July 2006

Original: English

Second regular session 2006
11 to 13 September 2006, New York
Item 9 of the provisional agenda
UNFPA

UNITED NATIONS POPULATION FUND

Annual Financial Review, 2005

Summary

From 2004 to 2005, total income to UNFPA increased by $62.8 million or 12.5 per cent to $565.0 million. UNFPA resources surpassed the $500-million level for the second sequential year, including $365.8 million in regular resources, the highest total ever. However, this positive trend which does not take into account the effect of inflation should be put into proper perspective. In 1995, regular resources peaked at $312.6 million, followed by a declining trend reaching $249.8 million in 1999. In the meantime, the demand for reproductive health services, including HIV/AIDS prevention has continued to increase through the years.

Increased and sustainable core resources would enable UNFPA to deliver its programmes to help countries attain the goals of the International Conference on Population and Development and the Millennium Declaration, as well as the commitments made at the 2005 World Summit, including achieving universal access to reproductive health by 2015. With respect to the funding base, UNFPA aims to continue to focus on increasing and achieving more stability and predictability in contributions to regular resources which are the foundation and bedrock of the Fund's operations.

Increase in regular resource contribution income by $28.7 million or 8.9 per cent from 2004 to 2005 was largely due to higher contributions from eleven major donors, as well as favourable exchange rates, particularly during early 2005.

Total expenditure increased by $71.9 million or 15.9 per cent to $523.3 million in 2005, of which $68.1 million (95 per cent) was attributable to increase in programme activities.

The balance of unexpended regular resources carried forward from 2005 to 2006 totalled $48.6 million (in 2004 it was 25.0 million), representing 13.3 per cent of income for the year. The higher amount of unexpended regular resources was due to lower implementation rates, also reflected by the increased level of pending advances to implementing partners of $16.5 million. In addition, $28.8 million in contributions was received during the latter part of the year. Statutory reserves, operational and field accommodation were replenished in accordance with applicable Financial Regulations and Rules.

UNFPA closed the year of 2005 in robust financial health.

06-44287 (E) 030806

Contents

Page

Introduction 3

I. TOTAL RESOURCES 3

A. Income 3
B. Expenditure 3
C. Fund balances and reserves 5

II. REGULAR RESOURCES 5

A. Income 5
B. Programme expenditure 5
C. Biennial support budget 6
D. Implementation of the Enterprise Resource Planning system 7
E. Fund balances and reserves 7

III. OTHER RESOURCES 7

A. Income and expenditures 7
B. Fund balances 8

IV. CASH AND INVESTMENTS 8

V. RECOMMENDATIONS 8

ANNEX (containing Tables 1 to 7) 9

Introduction

1. The annual financial review, 2005, provides summary information on UNFPA income and expenditure for the year and on assets, liabilities, and fund balances at 31 December 2005. This information is provided for activities funded by both regular and other resources. All figures are provisional subject to external audit, and may not add up to totals due to rounding.

2. The statements "Income and expenditures and fund balances for the year ended 31 December 2005" are provided in table 1 for regular, other, and total resources and in table 2 for other resources by category. The statement "Assets, liabilities and fund balances at 31 December 2005" is provided in table 3 for regular, other, and total resources.

3. In order to improve the presentation of financial information as well as for an accurate interpretation of UNFPA operations, certain changes have been introduced and where applicable, in keeping with standard practice, corresponding figures for previous years have been re-stated.

I. TOTAL RESOURCES

A. Income

4. Total income to UNFPA in 2005 was $565.0 million (in 2004 it was $502.2 million), comprising contribution income of $544.9 million (in 2004 it was $493.9 million), interest income of $11.8 million (in 2004 it was $5.9 million) and other income of $8.3 million (in 2004 it was $2.4 million).

5. Total contribution income for the last five years can be summarized as follows:

	2005	2004	2003	2002	2001
	$m	$m	$m	$m	$m
Regular resources	351.2	322.5	288.5	250.1	258.3
Other resources	193.7	171.4	103.6	109.5	123.5
Total	544.9	493.9	392.1	359.6	381.8
Other resources as percentage of total resources	35.5%	34.7%	26.4%	30.5%	32.3%

6. Contributions to regular resources have for the most part increased steadily in the last five years.

B. Expenditure

7. Total expenditure in 2005 was $523.3 million (in 2004 it was $451.5 million).

8. Total expenditure for the last five years can be summarized as follows:

	2005	2004	2003	2002	2001
	$m	$m	$m	$m	$m
Programme expenditure	441.8	374.3	308.1	346.9	323.3
Programme activities	422.9	354.9	294.2	329.4	305.5
Technical Advisory Programme	18.9	19.4	13.9	17.5	17.8
Net biennial support budget	78.6	70.3	67.5	65.4	57.1
Other	2.9	6.9	9.1	1.4	3.0
Total expenditure	523.3	451.5	384.6	413.7	383.4

9. Programme activities expenditure for the last two years can be summarized by region as follows:

	2005		2004	
	$m	%	$m	%
Sub-Saharan Africa	107.1	25.3	104.5	29.5
Asia and the Pacific	107.0	25.3	87.8	24.8
Arab States and Europe	42.2	10.0	38.0	10.6
Latin America and the Caribbean	51.0	12.1	43.5	12.3
Interregional	82.3	19.5	43.9	12.4
Procurement services / Junior Professional Officers programme	33.3	7.9	37.2	10.5
Total programme activities expenditure	422.9	100.0	354.9	100.0

10. Table 5 provides a breakdown of programme activities expenditure by recipient country and region, excluding intercountry/interregional projects and procurement services.

11. Programme activities expenditure for the last two years can be summarized by UNFPA country category as follows:

		2005		2004	
Country Category[1]_ftn1		$m	%	$m	%
A	Countries in most need of assistance to realize ICPD goals	168.5	39.8	159.2	44.9
B	Countries which have made considerable progress towards achieving ICPD goals	88.6	21.0	70.7	19.9
C	Countries that have demonstrated significant progress in achieving ICPD goals	20.9	4.9	18.3	5.2
O	Other countries	1.5	0.4	1.2	0.4

[1] _ftnref1 Effective January 2005, in accordance with the Executive Board decision 2005/13 on a review of the system for the allocation of UNFPA resources to country programmes, countries with economies in transition have been mainstreamed into A, B, C and O groups, based on their individual levels of achievement with respect to the resource allocation system indicators. In addition, countries in the remaining categories may have been reclassified. 2004 has been restated to reflect this change.

Total country projects	279.5	66.1	249.4	70.3
Regional projects	27.8	6.6	24.3	6.8
Intercountry and interregional projects	82.3	19.5	43.2	12.2
Procurement services / Junior Professional Officers programme	33.3	7.9	37.9	10.7
Total programme activities expenditure	422.9	100.0	354.9	100.0

C. Fund balances and reserves

12. Reserves and fund balances at 31 December 2005 totalled $280.9 million (in 2004 it was $243.6 million).

13. Reserves and fund balances for the last five years can be summarized as follows:

	2005 $m	2004 $m	2003 $m	2002 $m	2001 $m
Programmable fund balance	205.7	174.2	128.8	129.6	177.5
Operational reserve	70.2	64.5	57.7	50.0	51.7
Reserve for field accommodation	5.0	5.0	5.0	5.0	5.0
Total	280.9	243.6	191.4	184.6	234.2

II. REGULAR RESOURCES

A. Income

14. Contribution income for the year was $351.2 million (in 2004 it was $322.5 million). The increase by $28.7 million or 8.9 per cent was due to $15.8 million in increased contributions from eleven major donors and $12.9 million was on account of favourable exchange rates as reflected in table 4.

15. At 31 December 2005, a provision of $0.1 million (in 2004 it was $0.1 million) was made in respect of contributions receivable for which collection is considered doubtful.

16. Increased interest rates throughout the period gave rise to interest income for the year of $6.3 million (in 2004 it was $3.5 million). Other income totalling $8.3 million for the year (in 2004 it was $1.7 million) was higher partly due to a change in financial presentation referred to in paragraph 3. A significant portion of the increase was on account of currency revaluation.

17. Table 4 provides a summary of contributions in excess of $1.0 million.

B. Programme expenditure

18. Actual programme expenditure for the year, which includes the direct and indirect costs of programme activities of $234.3 million and $19 million in Technical Advisory Programme (TAP) expenditure totalled $253.3 million (in 2004 it was $241.4 million).

19. Programme activities expenditure by implementing partner can be summarized as follows:

	2005		2004	
	$m	%	$m	%
UNFPA	139.2	59.4	110.5	49.8
Governments	68.4	29.2	77.9	35.1
International institutions and NGOs	22.9	9.8	26.4	11.9
United Nations agencies	3.9	1.6	7.2	3.2
Total programme activities expenditure	234.3	100.0	221.9	100.0

C. Biennial support budget

20. The revised gross and net biennial support budget (BSB) appropriations for the biennium ending 31 December 2005 were $169.6 million and $155.0 million, respectively.

21. Actual BSB activity for the year can be summarized as follows:

	2005	2004
	$m	$m
Gross BSB expenditures	88.5	81.0
Credits to BSB	(9.9)	(10.7)
Net BSB expenditures	78.6	70.3
Total expenditure	334.7	318.6
Net BSB as percentage of total expenditure	23.5%	22.1%

22. Actual BSB expenditures can be summarized as follows:

	2005	2004
	$m	$m
Posts	64.2	58.5
Operating expenses	14.7	11.9
Reimbursement to United Nations agencies	5.8	5.6
Furniture and equipment	1.4	1.3
Travel	1.2	1.4
Consultants	1.0	2.2
Other staff costs	0.2	0.1
Gross total	88.5	81.0
Credits to BSB	(9.9)	(10.7)
Net BSB expenditures	78.6	70.3

23. Net BSB appropriations for the 2004-2005 biennium were 96.1 per cent utilized as of 31 December 2005. Table 6 provides trend analysis of biennial support budget expenditures.

D. Implementation of the Enterprise Resource Planning system

24. The total development cost for the Enterprise Resource Planning (ERP) system approved by the Executive Board is $13.8 million. Expenditures of $1.8 million were incurred in the year (ended 31 December 2005 (in 2004 it was $4.9 million). Cumulative expenditures since inception total $14.0 million. Implementation was ongoing at 31 December 2005. The marginal over-expenditure will be offset against cumulative appropriation under ERP.

E. Fund balances and reserves

25. The balance of programmable funds at 1 January 2005 was $25.0 million (in 2004 it was $20.0 million). The net excess of income over expenditure for the year was $30.6 million (in 2004 total expenditure exceeded income by $9.0 million) and, together with other reserve movements, increased the balance of programmable funds to $48.6 million at 31 December 2005, compared to $25.0 million in 2004. The higher amount of unexpended regular resources was due to lower implementation rates which is also reflected by the increased level of pending advances to implementing partners of $16.5 million and $28.8 million in contributions received during the latter part of the year. Table 7 provides the movements in reserves and fund balances.

26. At 31 December 2005, the operational reserve was increased to $70.2 million (in 2004 it was $64.5 million). This amount equals 20 per cent of regular contributions income, in accordance with Financial Rule 112.1.

III. OTHER RESOURCES

A. Income and Expenditure

27. Total income to other resources during the year was $199.2 million (in 2004 it was $174.5 million) comprising contributions of $193.7 million (in 2004 it was $171.4 million) and other income including interest of $5.4 million (in 2004 it was $3.1 million). Other resources include co-financing (trust funds, thematic trust fund, cost-sharing and other trust funds), Junior Professional Officers programme and procurement services.

28. Activities financed by co-financing funds can be summarized as follows:

	Trust Funds	Thematic Trust Fund	Cost-sharing	Other Trust Funds	2005 Total	2004 Total
	$m	$m	$m	$m	$m	$m
Fund balance at 1 January	66.0	38.7	27.2	7.9	139.8	101.1
Contributions	110.5	21.6	25.5	0.3	157.9	131.5
Programme activities	(86.8)	(38.5)	(28.4)	(1.4)	(155.1)	(95.0)
Other income, expenditure, and adjustments	1.3	1.1	0.6	0.0	3.0	2.2
Fund balance at 31 December	91.0	22.9	24.9	6.8	145.5	139.8

B. Fund balances

29. The excess of income over expenditure for the year of $11.0 million (in 2004 it was $41.7 million), together with refunds to donors of $2.2 million (in 2004 it was $0.8 million) and a net transfer within UNFPA resources of $0.8 million (in 2004 it was $0.5 million), resulted in an increase in other resources fund balances from $149.1 million in 2004 to $157.1 million in 2005.

IV. CASH AND INVESTMENTS

30. At 31 December 2005, investments held by UNFPA totalled $113.6 million under regular resources, compared to $160.0 million in 2004, and $227.0 million under other resources, compared to $201.0 million in 2004. Cash held under regular resources totalled $5.2 million (in 2004 it was $3.0 million) and $0.3 million under other resources (in 2004 it was nil). The market value of investments held at 31 December 2005 was $339.1 million.

V. RECOMMENDATIONS

31. The Executive Board may wish to: (a) take note of the present report (DP/FPA/2006/13); (b) recognize the significance of increasing and achieving stability and predictability in contributions to regular resources; and (c) recognize that timeliness in the payment of contributions is essential to maintaining liquidity and facilitating continuous programme implementation.

ANNEX

Table 1. Income and expenditures and fund balances for the year ended 31 December 2005

Table 2. Income and expenditures and fund balances for the year ended 31 December 2005 – Other resources

Table 3. Assets, liabilities and fund balances for the year ended 31 December 2005

Table 4. Regular resources – Contributions in excess of $1.0 million

Table 5. Programme activities expenditure by recipient country and region

Table 6. Regular resources – Analysis of biennial support budget (1996-2005)

Table 7. Regular resources – Movements in reserves and fund balances (1996-2005)

Table 1

Income and expenditures and fund balances for the year ended 31 December 2005

	Regular resources		Other resources		Total resources	
	2005 $million	2004 $million	2005 $million	2004 $million	2005 $million	2004 $million
INCOME						
Contributions [a]	351.2	322.5	193.7	171.4	544.9	493.9
Interest income	6.3	3.5	5.4	2.4	11.8	5.9
Other income	8.3	1.6	0.0	0.7	8.3	2.3
Total income	**365.8**	**327.7**	**199.2**	**174.5**	**565.0**	**502.1**
EXPENDITURE						
Programme activities [b]	234.3	221.9	188.6	132.9	422.9	354.9
Technical Advisory Programme	19.0	19.4	–	–	19.0	19.4
Programme expenditure	253.3	241.4	188.6	132.9	441.8	374.3
Net biennial support budget expenditures [c]	78.6	70.3	–	–	78.6	70.3
Implementation of ERP	1.8	4.9	–	–	1.8	4.9
Termination payments	–	–	–	–	–	–
Other expenditure	1.1	2.0	0.0	–	1.1	2.0
Total expenditure	**334.8**	**318.6**	**188.6**	**132.9**	**523.3**	**451.5**
Excess / (Deficit) of income over expenditure	**31.0**	**9.1**	**10.6**	**41.6**	**41.7**	**50.7**
Provision for doubtful collection of receivables	0.1	0.1	–	–	0.1	0.1
Prior period adjustments	0.4	0.0	(0.4)	(0.1)	–	(0.1)
Net Excess / (Deficit) of income over expenditure	**30.5**	**9.0**	**11.0**	**41.7**	**41.6**	**50.6**
Fund balances at 1 January	25.0	20.0	149.1	108.7	174.1	128.7
Savings on prior periods' obligations	(1.3)	3.9			(1.3)	3.9
Transfers within reserves	(5.8)	(7.8)	–	–	(5.8)	(7.8)
Refunds to donors	–	–	(2.2)	(0.8)	(2.2)	(0.8)
Transfers within UNFPA resources	0.2	(0.1)	(0.8)	(0.5)	(0.6)	(0.6)
Fund balances at 31 December [d]	**48.6**	**25.0**	**157.1**	**149.1**	**205.8**	**174.0**

[a] see Table 4 for further analysis of contributions in excess of $1.0 million

[b] see Table 5 for analysis of programme activities (excluding interregional and procurement services) by recipient country and region

[c] see Table 6 for analysis of biennial support budget

[d] see Table 7 for analysis of reserves and fund balances

Table 2

Income and expenditures and fund balances for the year ended 31 December 2005 - Other resources

	Co-financing		Junior Professional Officers programme		Procurement Services		Total Other resources	
	2005 $million	2004 $million	2005 $million	2004 $million	2005 $million	2004 $million	2005 $million	2004 $million
INCOME								
Contributions	157.9	131.5	3.3	1.4	32.5	38.5	193.7	171.4
Interest income	4.8	2.1	0.0	-	0.6	0.3	5.4	2.4
Other income	0.0	0.7	-	-	-	-	0.0	0.7
Total income	**162.8**	**134.3**	**3.3**	**1.4**	**33.0**	**38.9**	**199.2**	**174.5**
EXPENDITURE								
Programme activities	155.1	95.0	1.3	1.1	32.2	36.9	188.6	132.9
Technical Advisory Programme	-	-	-	-	-	-	-	-
Programme expenditure	155.1	95.0	1.3	1.1	32.2	36.9	188.6	132.9
Other expenditure	0.0	-	-	-	(0.0)	-	-	-
Total expenditure	**155.1**	**95.0**	**1.3**	**1.1**	**32.3**	**36.9**	**188.6**	**132.9**
(Deficit) / Excess of income over expenditure	**7.7**	**39.3**	**2.1**	**0.3**	**0.8**	**2.0**	**10.6**	**41.6**
Prior period adjustments	(0.4)	(0.1)	-	-	-	-	(0.4)	(0.1)
Net Excess / (Deficit) of income over expenditure	**8.1**	**39.4**	**2.1**	**0.3**	**0.8**	**2.0**	**11.0**	**41.7**
Fund balances at 1 January	139.8	101.1	0.4	0.1	8.8	7.5	149.1	108.7
Refunds to donors	(2.1)	(0.6)	-	-	(0.1)	(0.2)	(2.2)	(0.8)
Transfers within UNFPA resources								
- to Regular resources	-	(0.1)	-	-	(0.6)	(0.6)	(0.6)	(0.6)
- from Regular resources	(0.2)	0.2	-	-	-	-	(0.2)	0.2
- to Other resources	(0.1)	(0.2)	-	-	-	-	(0.1)	(0.2)
- from Other resources	-	-	-	-	0.0	0.2	0.0	0.2
Fund balance at 31 December	**145.6**	**139.8**	**2.5**	**0.4**	**9.0**	**8.8**	**157.1**	**149.1**

Table 3
Assets, liabilities and fund balances for the year ended 31 December 2005

	Regular resources		Other resources		Total resources	
	2005	2004	2005	2004	2005	2004
	$million	$million	$million	$million	$million	$million
ASSETS						
Cash	5.2	3.0	0.3	-	5.5	3.0
Investments	113.6	160.0	227.0	201.0	340.6	361.0
Total cash and investments	**118.8**	**163.0**	**227.3**	**201.0**	**346.1**	**363.9**
Accounts receivable and deferred charges						
Contributions receivable from Governments	2.5	1.0	0.1	0.2	2.6	1.2
Provision for doubtful collection of contributions receivable	(0.1)	(0.1)	-	-	(0.1)	(0.1)
Other	8.3	4.6	0.3	0.2	8.6	4.7
Due from UNDP	30.4				30.4	
Other assets	13.1	-	7.7	-	20.8	-
TOTAL ASSETS	**172.9**	**168.5**	**235.4**	**201.3**	**408.3**	**369.8**
LIABILITIES						
Contributions received in advance	0.2	0.1	-	-	0.2	0.1
Unliquidated obligations	34.6	26.9	64.5	39.3	99.1	66.3
Accounts payable						
Due to UNDP		33.1	-	-	-	33.1
Other	3.7	10.5	5.8	9.8	9.5	20.2
Other liabilities	10.5	3.4	7.9	3.1	18.5	6.5
TOTAL LIABILITIES	**49.1**	**74.0**	**78.3**	**52.2**	**127.4**	**126.2**
Reserves and fund balances						
Operational reserve	70.2	64.5	-	-	70.2	64.5
Reserve for field accommodation	5.0	5.0	-	-	5.0	5.0
Programmable fund balances	48.6	25.0	157.1	149.1	205.8	174.2
TOTAL RESERVES AND FUND BALANCES	**123.8**	**94.5**	**157.1**	**149.1**	**280.9**	**243.6**
TOTAL LIABILITIES AND RESERVES AND FUND BALANCES	**172.9**	**168.5**	**235.4**	**201.3**	**408.3**	**369.8**

Table 4

Regular resources - Contributions in excess of $1.0 million

Donor	2005			2004			Variance		
	Currency	Local	$	Currency	Local	$	Total $	Due to exchange gain (loss) $	Due to increase / (decrease) in contribution $
Netherlands	Euro	58,538,000	75,924,773	Euro	58,538,000	72,205,490	3,719,283	3,719,283	-
Sweden	Skr	355,000,000	48,681,245	Skr	270,000,000	35,941,524	12,739,721	1,424,797	11,314,924
Norway	Nkr	240,000,000	37,793,070	Nkr	230,000,000	33,177,749	4,615,321	3,172,810	1,442,511
Japan	US$	37,491,151	37,491,151	US$	39,517,000	39,517,000	(2,025,849)	-	(2,025,849)
United Kingdom	£	20,000,000	36,469,076	£	20,000,000	36,789,072	(319,996)	(319,996)	-
Denmark	DKr	180,000,000	30,663,329	DKr	180,000,000	29,588,148	1,075,181	1,075,181	-
Germany	Euro	15,234,000	19,127,333	Euro	14,509,153	17,704,076	1,423,257	538,798	884,459
Finland	Euro	14,150,000	18,692,206	Euro	13,450,000	15,936,019	2,756,187	1,926,803	829,384
Canada	C$	14,350,000	11,572,581	C$	13,100,000	9,632,353	1,940,228	1,021,110	919,118
Switzerland	SWF	12,500,000	9,765,625	SWF	12,350,000	9,945,614	(179,989)	(300,786)	120,797
Ireland	Euro	2,920,000	3,816,993	Euro	2,539,000	3,157,960	659,033	185,153	473,881
Belgium	Euro	3,000,000	3,810,363	Euro	3,000,000	3,816,794	(6,431)	(6,431)	-
France	Euro	2,500,000	3,310,112	Euro	1,220,000	1,492,762	1,817,350	251,174	1,566,177
Italy	Euro	2,000,000	2,509,410	Euro	2,300,000	2,818,627	(309,217)	58,430	(367,647)
New Zealand	US$	2,146,380	2,146,380	US$	1,877,840	1,877,840	268,540	-	268,540
Australia	A$	2,500,000	1,959,248	A$	2,300,000	1,734,540	224,708	73,878	150,830
Luxembourg	Euro	1,000,660	1,293,661	Euro	920,000	1,121,952	171,709	74,148	97,561
Other Donors			6,199,522			6,063,516	136,006	-	136,006
Total Contributions			351,226,078			322,521,036	28,705,042	12,894,352	15,810,692

Table 5
Programme activities expenditure by recipient country and region

	Country category	Regular resources 2005 $million	Regular resources 2004 $million	Other resources 2005 $million	Other resources 2004 $million	Total resources 2005 $million	Total resources 2004 $million
Sub-Saharan Africa							
Angola	A	1.5	2.0	0.5	0.1	2.0	2.1
Benin	A	2.2	1.9	0.5	0.4	2.7	2.3
Burkina Faso	A	1.8	1.8	0.9	0.9	2.7	2.7
Burundi	A	0.7	1.0	0.4	0.6	1.1	1.6
Cameroon	A	2.8	2.7	-	-	2.8	2.7
Cape Verde	A	0.8	0.5	-	0.1	0.8	0.6
Central African Republic	A	2.1	1.6	0.2	0.2	2.3	1.8
Chad	A	2.1	2.3	-	0.1	2.1	2.4
Comoros	A	0.4	0.3	-	0.1	0.4	0.4
Congo	A	0.6	0.9	-	-	0.6	0.9
Côte d'Ivoire	A	1.2	1.0	0.4	0.4	1.6	1.4
Democratic Republic of the Congo	A	5.4	4.8	1.5	-	6.9	4.8
Equatorial Guinea	A	1.2	0.9	0.4	0.4	1.6	1.3
Eritrea	A	1.2	1.0	0.8	0.8	2.0	1.8
Ethiopia	A	2.7	3.7	1.4	1.6	4.1	5.3
Gambia	A	0.6	0.7	-	-	0.6	0.7
Ghana	A	2.7	2.3	1.0	1.9	3.7	4.2
Guinea	A	1.4	1.9	-	-	1.4	1.9
Guinea-Bissau	A	0.6	0.4	0.5	0.7	1.1	1.1
Kenya	A	3.6	2.7	0.2	-	3.8	2.7
Lesotho	A	0.1	0.3	-	0.1	0.1	0.4
Liberia	A	0.8	0.9	-	-	0.8	0.9
Madagascar	A	1.4	2.0	-	-	1.4	2.0
Malawi	A	2.0	2.0	1.6	1.9	3.6	3.9
Mali	A	1.2	2.1	0.5	0.2	1.7	2.3
Mauritania	A	1.8	1.5	0.4	0.5	2.2	2.0
Mozambique	A	2.9	3.8	3.0	5.1	5.9	8.9
Niger	A	2.0	2.2	1.3	0.9	3.3	3.1
Nigeria	A	5.2	5.6	2.8	0.7	8.0	6.3
Rwanda	A	0.8	0.8	1.0	1.3	1.8	2.1
Sao Tome & Principe	A	0.4	0.3	-	-	0.4	0.3
Senegal	A	2.0	1.9	0.4	0.2	2.4	2.1
Sierra Leone	A	1.6	1.8	-	-	1.6	1.8
Tanzania, United Republic of	A	3.3	3.1	1.8	2.8	5.1	5.9
Togo	A	0.6	1.3	-	-	0.6	1.3
Uganda	A	3.4	3.8	0.4	1.5	3.8	5.3
Zambia	A	1.8	1.5	-	-	1.8	1.5
Zimbabwe	A	1.7	1.3	2.7	-	4.4	1.3
Total Category A Countries		68.8	70.6	24.6	23.5	93.5	94.1
Botswana	B	0.8	0.7	0.1	0.5	0.9	1.2
Gabon	B	0.1	0.2	-	-	0.1	0.2
Namibia	B	0.8	0.9	(0.1)	0.2	0.7	1.1
South Africa	B	0.5	0.3	0.4	0.1	0.9	0.4
Swaziland	B	0.5	0.5	-	0.1	0.5	0.6
Total Category B Countries		2.7	2.6	0.4	0.9	3.1	3.5
Mauritius	C	-	0.1	-	-	-	0.1
Total country projects		71.3	73.3	24.9	24.3	96.6	97.7
Regional projects		6.6	4.8	3.9	2.0	10.5	6.8
Total programme activities expenditure		77.9	78.1	28.8	26.3	107.1	104.5

Table 5 (cont'd)
Programme activities expenditure by recipient country and region

	Country category[1]	Regular resources 2005 $million	Regular resources 2004 $million	Other resources 2005 $million	Other resources 2004 $million	Total resources 2005 $million	Total resources 2004 $million
Asia and the Pacific							
Afghanistan	A	3.2	1.4	1.7	1.9	4.9	3.3
Bangladesh	A	4.7	6.3	0.7	0.5	5.4	6.8
Bhutan	A	2.2	1.1	-	-	2.2	1.1
Cambodia	A	1.9	2.7	-	0.1	1.9	2.8
India	A	13.1	11.2	0.6	0.7	13.7	11.9
Lao People's Democratic Republic	A	1.2	1.2	-	-	1.2	1.2
Maldives	A	0.5	0.5	1.1	-	1.6	0.5
Myanmar	A	3.7	3.6	0.3	0.4	4.0	4.0
Nepal	A	4.2	2.7	2.4	3.0	6.6	5.7
Pakistan	A	7.8	5.0	1.8	0.1	9.6	5.1
Papua New Guinea	A	0.7	0.8	-	-	0.7	0.8
Timor-Leste	A	1.5	3.1	-	0.1	1.5	3.2
Total Category A Countries		44.7	39.6	8.6	6.8	53.2	46.4
Democratic People's Republic of Korea	B	0.9	0.7	-	0.3	0.9	1.0
Indonesia	B	4.3	3.3	11.4	2.0	15.7	5.3
Mongolia	B	1.0	1.0	-	-	1.0	1.0
Philippines	B	5.1	3.6	0.5	0.9	5.6	4.5
Viet Nam	B	5.6	5.0	2.0	2.7	7.6	7.7
Total Category B Countries		16.9	13.6	13.9	5.9	31.0	19.5
China	C	4.5	4.6	0.2	0.2	4.7	4.8
Iran, Islamic Republic of	C	1.2	2.1	0.3	-	1.5	2.1
Malaysia	C	0.3	0.2	0.2	0.2	0.5	0.4
Pacific Multi Islands/Fiji[2]	C	1.6	1.2	0.2	0.3	1.8	1.5
Sri Lanka	C	0.9	1.0	2.0	-	2.9	1.0
Thailand	C	1.8	0.9	0.4	-	2.2	0.9
Total Category C Countries		10.3	10.0	3.3	0.7	13.4	10.7
Total country projects		71.9	63.3	25.8	13.2	97.6	76.5
Regional projects		3.6	2.6	5.8	8.7	9.4	11.3
Total programme activities expenditure		75.5	65.9	31.6	21.9	107.0	87.7

[1] Effective January 2005, in accordance with the Executive Board decision 2005/13 on a review of the system for the allocation of UNFPA resources to country programmes, countries with economies in transition have been mainstreamed into A, B, C and O groups, based on their individual levels of achievement with respect to the resource allocation system indicators. In addition, countries in the remaining categories may have been reclassified. 2004 has been restated to reflect this change. Countries affected by the change are the Democratic People's Republic of Korea and Thailand.

[2] Figures for Pacific Multi Islands are comprised of several islands which, for reporting purposes, have been classified under one heading. The islands include the Cook and Fiji Islands, Kiribati, Marshall Island, Federated States of Micronesia, Nauru, Niue, Palau, Samoa, Solomon Islands, Tokelau, Tonga, Tuvalu and Vanuatu.

Table 5 (cont'd)
Programme activities expenditure by recipient country and region

	Country category[1]	Regular resources 2005 $million	Regular resources 2004 $million	Other resources 2005 $million	Other resources 2004 $million	Total resources 2005 $million	Total resources 2004 $million
Arab States and Europe							
Djibouti	A	0.4	0.3	-	-	0.5	0.3
Occupied Palestinian Territory	A	1.1	1.2	0.1	0.6	1.2	1.8
Somalia	A	0.2	0.4	0.2	-	0.5	0.4
Sudan	A	4.4	3.9	3.7	0.1	8.1	4.0
Yemen	A	2.0	2.1	1.7	2.0	3.7	4.1
Total Category A Countries		8.1	7.9	5.7	2.7	13.6	10.6
Albania	B	0.3	0.3	0.1	-	0.4	0.3
Algeria	B	0.6	0.6	0.1	-	0.7	0.6
Armenia	B	0.5	0.6	0.1	-	0.6	0.6
Azerbaijan	B	0.6	0.5	-	-	0.6	0.5
Bosnia & Herzegovina	B	0.3	0.2	-	-	0.3	0.2
Egypt	B	1.8	2.4	0.1	-	1.9	2.4
Georgia	B	0.5	0.5	-	-	0.5	0.5
Iraq	B	0.8	1.0	3.9	2.8	4.7	3.8
Jordan	B	0.3	0.5	-	0.2	0.3	0.7
Kazakhstan	B	0.6	0.6	-	-	0.6	0.6
Kyrgyzstan	B	0.6	0.5	0.2	0.2	0.8	0.7
Lebanon	B	0.3	0.2	0.3	0.6	0.6	0.8
Morocco	B	1.9	2.5	0.8	0.1	2.7	2.6
Syrian Arab Republic	B	1.4	2.0	0.5	0.4	1.9	2.4
Tajikistan	B	0.7	0.6	-	-	0.7	0.6
Tunisia	B	0.4	0.5	0.1	0.3	0.5	0.8
Turkmenistan	B	0.5	0.5	-	-	0.5	0.5
Uzbekistan	B	0.9	0.7	-	-	0.9	0.7
Total Category B Countries		13.0	14.7	6.2	4.6	19.2	19.3
Belarus	C	0.3	0.3	-	-	0.3	0.3
Bulgaria	C	0.3	0.3	-	-	0.3	0.3
Moldova, Republic of	C	0.3	0.2	0.1	-	0.4	0.2
Romania	C	0.5	0.5	0.1	0.1	0.6	0.6
Russian Federation	C	0.6	0.7	-	0.1	0.6	0.8
Turkey	C	1.0	1.1	0.1	0.1	1.1	1.2
Ukraine	C	0.5	0.4	0.1	0.1	0.6	0.5
Total Category C Countries		3.5	3.5	0.4	0.4	3.9	3.9
Kosovo	O	0.3	0.2	0.8	0.7	1.1	0.9
Latvia	O	-	0.1	-	-	-	0.1
Lithuania	O	0.1	0.1	-	-	0.1	0.1
Oman	O	0.2	-	-	-	0.2	-
Poland	O	0.1	0.1	-	-	0.1	0.1
Total Category O Countries		0.7	0.5	0.8	0.7	1.5	1.2
Total country projects		25.3	26.6	13.1	8.4	38.2	35.0
Regional projects		3.1	2.2	0.9	0.9	4.0	3.1
Total programme activities expenditure		28.4	28.8	14.0	9.3	42.2	38.1

[1] Effective January 2005, in accordance with the Executive Board decision 2005/13 on a review of the system for the allocation of UNFPA resources to country programmes, countries with economies in transition have been reconstituted into A, B, C and O groups, based on their individual levels of achievement with respect to the resource allocation system indicators. In addition, countries in the remaining categories may have been reclassified. 2004 has been restated to reflect this change. Countries affected by the change are Albania, Armenia, Azerbaijan, Bosnia & Herzegovina, Georgia, Jordan, Kazakhstan, Kyrgyzstan, Lebanon, Tajikistan, Tunisia, Turkmenistan, Uzbekistan, Belarus, Bulgaria, Republic of Moldova, Romania, Russian Federation, Ukraine, Kosovo, Latvia, Lithuania and Poland.

Table 5 (cont'd)
Programme activities expenditure by recipient country and region

	Country Category[1]	Regular resources 2005 $million	Regular resources 2004 $million	Other resources 2005 $million	Other resources 2004 $million	Total resources 2005 $million	Total resources 2004 $million
Latin America and the Caribbean							
Bolivia	A	1.0	1.3	0.5	1.3	1.5	2.6
Haiti	A	2.3	1.8	1.9	0.5	4.2	2.3
Nicaragua	A	1.4	1.4	1.1	2.1	2.5	3.5
Total Category A Countries		4.7	4.5	3.5	3.9	8.2	8.4
Brazil	B	0.7	0.6	0.4	0.3	1.1	0.9
Caribbean, Eng & Dutch Spking/Jamaica[2]	B	1.1	1.0	0.1	1.3	1.2	2.3
Colombia	B	0.7	0.8	0.4	1.1	1.1	1.9
Costa Rica	B	0.4	0.3	0.2	0.2	0.6	0.5
Dominican Republic	B	0.8	0.8	-	-	0.8	0.8
Ecuador	B	0.9	1.1	-	-	0.9	1.1
El Salvador	B	0.7	0.6	0.1	0.4	0.8	1.0
Guatemala	B	0.7	0.6	0.8	3.9	1.5	4.5
Honduras	B	1.3	1.2	1.4	2.0	2.7	3.2
Panama	B	0.5	0.6	-	-	0.5	0.6
Paraguay	B	0.8	1.0	-	-	0.8	1.0
Peru	B	1.3	1.5	20.8	7.8	22.1	9.3
Uruguay	B	0.5	0.3	-	-	0.5	0.3
Venezuela	B	0.8	1.0	-	-	0.8	1.0
Total Category B Countries		11.0	11.4	24.3	17.0	35.4	28.4
Argentina	C	0.5	0.4	-	-	0.5	0.4
Chile	C	0.2	0.2	-	-	0.2	0.2
Cuba	C	0.7	0.9	-	-	0.7	0.9
Mexico	C	1.1	1.1	1.1	1.0	2.2	2.1
Total Category C Countries		2.5	2.6	1.1	1.0	3.6	3.6
Total country projects		18.2	18.4	28.9	21.9	47.1	40.3
Regional projects		3.3	2.7	0.5	0.5	3.9	3.2
Total programme activities expenditure		21.5	21.1	29.4	22.4	51.0	43.5

[1] Effective January 2005, in accordance with the Executive Board decision 2005/13 on a review of the system for the allocation of UNFPA resources to country programmes, countries with economies in transition have been mainstreamed into A, B, C and O groups, based on their individual levels of achievement with respect to the resource allocation system indicators. In addition, countries in the remaining categories may have been reclassified. 2004 has been restated to reflect this change. Countries affected by the change are Bolivia, Nicaragua, Brazil, English and Dutch Speaking Caribbean, Colombia, Costa Rica, Dominican Republic, Honduras, Panama, Uruguay, Argentina and Mexico.

[2] Figures for English and Dutch Speaking Caribbean are comprised of several countries and islands which, for reporting purposes, have been classified under one heading, respectively. The English and Dutch Speaking Caribbean includes Anguilla, Antigua & Barbuda, the Bahamas, Barbados, Belize, Bermuda, British Virgin Islands, Cayman Islands, Dominica, Grenada, Guyana, Jamaica, Montserrat, St. Christopher & Nevis, St. Lucia, St. Vincent & the Grenadines, the Netherlands Antilles, Suriname, Trinidad & Tobago, Turks and Caicos Islands.

Table 6
Regular resources - Analysis of biennial support budget (1996 - 2005)

Year	Regular resources		Net biennial support budget			Net biennial support budget as a percentage of		Management & administration as a percentage of	
	Total income $millions	Total expenditure $millions	Programme support $millions	Management & administration $millions	Total $millions	Income %	Expenditure %	Income %	Expenditure %
1996	308.8	300.1	39.5	13.3	52.8	17.1%	17.6%	4.3%	4.4%
1997	288.8	303.1	43.0	15.3	58.3	20.2%	19.2%	5.3%	5.0%
1998	275.1	299.8	43.7	11.1	54.8	19.9%	18.3%	4.0%	3.7%
1999	249.8	276.1	46.3	18.6	64.9	26.0%	23.5%	7.4%	6.7%
2000	264.0	211.0	47.2	9.2	56.4	21.4%	26.7%	3.5%	4.4%
2001	268.6	254.2	47.2	9.9	57.1	21.3%	22.5%	3.7%	3.9%
2002	260.1	292.9	50.8	14.6	65.4	25.1%	22.3%	5.6%	5.0%
2003	292.3	270.8	52.2	15.3	67.5	23.1%	24.9%	5.2%	5.7%
2004	327.7	318.6	53.9	16.4	70.3	21.5%	22.1%	5.0%	5.1%
2005	365.8	334.7	59.4	19.2	78.6	21.5%	23.5%	5.2%	5.7%

Table 7
Regular resources - Movements in reserves and fund balances (1996 - 2005)

	1996 $millions	1997 $millions	1998 $millions	1999 $millions	2000 $millions	2001 $millions	2002 $millions	2003 $millions	2004 $millions	2005 $millions
Operational reserve										
Balance at 1 January	63.0	63.0	63.0	49.9	24.0	52.0	51.7	50.0	57.7	64.5
Transfer (to) / from Programmable Fund	-	-	(13.1)	(25.9)	28.0	(0.3)	(1.7)	7.7	6.8	5.7
Balance at 31 December	63.0	63.0	49.9	24.0	52.0	51.7	50.0	57.7	64.5	70.2
Programmable fund										
Balance at 1 January	23.5	27.1	11.1	-	-	25.2	39.9	6.6	20.0	25.0
Net excess / (Deficit) of income over expenditure	8.6	(14.3)	(24.2)	(26.7)	53.2	14.4	(33.6)	21.7	9.0	30.6
Savings on prior periods' obligations	-	-	-	-	-	-	-	-	3.9	(1.3)
Transfer to / (from) other resources	(5.0)	(1.7)	-	0.8	-	-	(1.4)	(0.6)	(1.1)	-
Transfer (to) / from operational reserve	-	-	13.1	25.9	(28.0)	0.3	1.7	(7.7)	(6.8)	(5.7)
Balance at 31 December	27.1	11.1	-	-	25.2	39.9	6.6	20.0	25.0	48.6
Reserve for field accommodation	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Fund balances at 31 December	95.1	79.1	54.9	29.0	82.2	96.6	61.6	82.7	94.5	123.8

* * * * * *